

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION INTO THE DIVERSIFICATION)	
OF RURAL ELECTRIC COOPERATIVE CORPORATIONS)	ADMINISTRATIVE
INTO THE SATELLITE-DELIVERED TELEVISION)	CASE NO. 326
PROGRAMING SERVICES)	

O R D E R

On July 2, 1990, Green River Electric Corporation, Henderson-Union Rural Electric Cooperative Corporation, Jackson Purchase Electric Cooperative Corporation, South Kentucky Rural Electric Cooperative Corporation, Fox Creek Rural Electric Cooperative Corporation, and Grayson Rural Electric Cooperative Corporation (collectively the "KTI Cooperatives") filed a request for a hearing on the Commission's May 22, 1990 Order and draft guidelines. Specifically, the KTI Cooperatives seek an opportunity to present evidence on three issues: (1) whether the investment of the KTI Cooperatives in Kentucky Telecommunications, Inc. should be accounted for by use of the equity method of accounting; (2) the effect of the equity method of accounting on capital credit allocations; and (3) the Commission's ability to have open access to the books and records of Kentucky Telecommunications, Inc.

Based on the motion and being advised, the Commission hereby finds that good cause has been shown to schedule a hearing to hear evidence on the three issues raised by the KTI Cooperatives. The

Commission further finds that the KTI Cooperatives, collectively or individually, should file testimony on the three issues set for hearing.

IT IS THEREFORE ORDERED that:

(1) The KTI Cooperatives, collectively or individually, shall file no later than August 20, 1990 their prepared testimony addressing the three issues set for hearing.

(2) A hearing be and it hereby is scheduled on September 11, 1990 at 10:00 a.m., Eastern Daylight Time, in Hearing Room 1 of the Commission's office in Frankfort, Kentucky.

Done at Frankfort, Kentucky, this 20th day of July, 1990.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director